

THE INDUSTRIAL DEVELOPMENT AUTHORITY OF PRINCE GEORGE'S COUNTY

AUTHORITY DESCRIPTION

The Industrial Development Authority of Prince George's County (IDA) is a public building authority through which the County can provide physical facilities on a timely and cost effective basis. The County enters into long-term leases with the Authority as well as joint lease agreements with the Authority and the State or other governmental entities in order to meet its continuing space needs.

The Authority was established pursuant to the Maryland Economic Development Revenue Bond Act and operates on a non-profit basis. It issues tax-exempt bonds to finance public building projects approved by both the County Executive and the County Council. These borrowings are secured by leases with participating public entities. The Authority now serves as a concurrent financing structure with the Prince George's County Revenue Authority and will share the same Board of Directors.

AUTHORITY ACTIVITIES

Through a cooperative agreement with the State, the Authority completed development of the expanded Prince George's Courthouse. This facility, which opened during FY92, provides space for the Circuit Court and other criminal justice programs in Upper Marlboro. The Authority also provided financing for the State's new District Court facility in Hyattsville, which became operational in FY96. In FY2003 the IDA may participate in the financing of the further expansion of the Prince George's County Courthouse.

FINANCIAL INFORMATION

	FY2003 Approved
Duvall Building Debt Service	\$ 255,575
Justice Center Debt Service	4,577,690
Hyattsville District Court Debt Service*	<u>1,036,050</u>
Total - Debt Service	\$5,869,315
County Contribution for Bond Administrative Expenses	<u>20,000</u>
TOTAL - INDUSTRIAL DEVELOPMENT AUTHORITY	\$5,889,315

*This represents the principal and interest owed by the State of Maryland to the IDA as provided in the lease agreement between the State and the IDA.

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In addition to the County's contribution of \$20,000 for bond-related administrative expenses associated with the management of the Industrial Development Authority (included in the Grants and Transfers section of Non-Departmental), the County has provided approximately \$4,833,300 in debt service payments for the Prince George's County Courthouse (included in the Debt Service section of Non-Departmental), and for the Duvall building, both located in Upper Marlboro.

The County has entered into a lease with the State to recover costs associated with maintenance and operations of the space occupied by State offices. That reimbursement is shown as a project recovery in the Other section of Non-Departmental.